

Message Text

LIMITED OFFICIAL USE

PAGE 01 LIMA 07779 242138Z

64/71

ACTION ARA-20

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-07 H-03 INR-10 L-03

NSAE-00 NSC-10 PA-04 RSC-01 PRS-01 SPC-03 SS-20

USIA-15 ACDA-19 IO-14 AID-20 COME-00 EB-11 FRB-02

TRSE-00 XMB-07 OPIC-12 CIEP-02 LAB-06 SIL-01 OMB-01

DRC-01 /194 W

----- 068490

R 241910Z OCT 73

FM AMEMBASSY LIMA

TO SECSTATE WASHDC 7513

AMEMBASSY SANTIAGO

INFO AMEMBASSY BOGOTA

AMEMBASSY CARACAS

AMEMBASSY LA PAZ

AMEMBASSY QUITO

LIMITED OFFICIAL USE LIMA 7779

E.O. 11652: N/A

TAGS: EAID

SUBJ: ANDEAN PACT; COMMENTS ON DEVELOPMENTS IN CHILE

REF: LIMA A279 OF OCTOBER 22, 1973

1. CHILEAN CHARGE D'AFFAIRES GASTON ILLANES MENTIONED TO ANDEAN PACT OFFICER FULLMER THAT HE IS BEING CONSIDERED FOR A JOB AS HEAD OF INTEGRATION OFFICE IN CHILE. POSITION WAS HELD BY JUAN SOMAVIA UNDER ALLENDE AND PRESENTLY OCCUPIED BY CARLOS BESA. ILLANES WAS NUMBER TWO MAN ON CHILEAN TEAM THAT NEGOTIATED ANDEAN PACT IN 1969.

2. IN INFORMAL DISCUSSIONS WITH CHILEANS IN JUNTA AND CAF, FULLMER GATHERED IMPRESSION THAT ALL GENERALWJ
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 LIMA 07779 242138Z

IN FAVOR OF POLITICAL DEVELOPMENTS IN CHILE AND ALSO

IN FAVOR OF DUE APPLICATION OF ANDEAN FOREIGN INVESTMENT RULES THERE. ALL SEEMINGLY CONVINCED THAT ANDEAN PACT WILL BE STRENGTHENED BY RECENT CHILEAN DEVELOPMENTS. IDEAS OF ENRIQUE VIAL OF CAF REGARDING NEW APPROACH TO DEVELOPMENT FINANCE IN CHILE IS REPORTED IN REPAIR.

3. JUAN TAMPEIR, CHEMICAL ENGINEER IN JUNTA, IS ANOTHER CHILEAN WHO IS QUITE SPECIFIC IN HIS IDEAS: (A) MAXIMUM FORWARD MOMENTUM MUST BE MAINTAINED AS CHILE "RISES FROM CHAOS," (B) GOC SHOULD HAVE COORDINATING FUNCTION IN ALL CHILEAN NEGOTIATIONS WITH OUTSIDE WORLD, SIMILAR TO JAPANESE PRACTICE; (C) TRULY WORKABLE AND DURABLE JOINT VENTURE PROCEDURES SHOULD BE WORKED OUT BETWEEN GOC AND FOREIGN CORPORATIONS, IN WHICH LATTER HAVE NEEDED MANAGEMENT FLEXIBILITY.

4. TAMPEIR AND OTHERS STRESSED NEDD TO REASSESS ROLES OF PRIVATE AND PUBLIC SECTORS AND NOT TO FALL BACK ON PRE-ALLENDE SYSTEM. PRAISE WAS EXPRESSED FOR "CHICAGO BOYS" IN CHILEAN JUNTA'S ADVISORY TEAM.

5. RAUL SAEZ, WHO WAS PART-TIME ADVISOR TO CAF WHILE IN EXILE, IS RESPECTED, BUT NOT TOO MUCH IS EXPECTED FROM HIM IN HIS CURRENT POSITION AS CHIEF ECONOMIC ADVISOR TO MILITARY JUNTA. IN TERMS OF U.S. CHILEAN RELATIONS, IT SHOULD BE RECALLED THAT SAEZ TENDED TO CRITICIZE LACK OF "POSITIVE ACTION" ON PART OF USG TOWARD LATIN AMERICAN. BELCHER

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 24 OCT 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: golinofr
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973LIMA07779
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: LIMA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19731015/aaaaaktd.tel
Line Count: 91
Locator: TEXT ON-LINE
Office: ACTION ARA
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: LIMA A279 OF OCTOBER 22, 1973
Review Action: RELEASED, APPROVED
Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 31 DEC 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <31-Dec-2001 by elbezefj>; APPROVED <08 FEB 2002 by golinofr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ANDEAN PACT; COMMENTS ON DEVELOPMENTS IN CHILE
TAGS: EAID
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005